

STATE OF UTAH  
DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF OIL, GAS AND MINING

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DIV. OF OIL, GAS & MINING

ANNUAL REPORT OF MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, as amended, and the General Rules as promulgated under the Utah Minerals Regulatory Program. An operator conducting mining operations under a Notice of Intention must file an annual operations and progress report (FORM MR-AR) with the Division.

I. General Information

1. Report Time Period: From (mo./yr.) 01/02 To (mo./yr.) 12/02
2. DOGM File Number (Mine No): M/370/026
3. Mine Name: LaSal - Snowball
4. Mineral(s) Mined (or permitted to mine): Uranium and Vanadium
5. Type of mine ☐ Surface Mine or ☒ Underground Mine
6. Legal Description (Location of Lands Affected):  
1/4, 1/4, SE 1/4, Section 35/36, Township 28S, Range 24E  
1/4, 1/4, SW 1/4, Section 31, Township 28S, Range 25E  
1/4, 1/4, NE 1/4, Section 1, Township 29S, Range 24E
7. Name of Operator or Company: International Uranium (USA) Corporation
8. Permanent Street Address: 1050 Seventeenth St., Suite 950  
City, State, Zip: Denver, CO 80265  
Phone: (303) 628-7798 Fax: (303) 389-4125
9. Company Representative (or designated operator):  
Name: Terry V. Wetz  
Title: Director of Project Development  
Business Address: 1050 Seventeenth St., Suite 950  
City, State, Zip: Denver, CO 80265  
Phone: (303) 628-7798 Fax: (303) 389-4125  
☐ Please check if any of the above information has changed since previous year.

II. Mining and Reclamation

1. Was there any mine related activity during the past year? Yes ☐ No ☒
2. If no - what was the last year of activity? 1990
3. If yes - how much ore or mineral was mined? N/A

Reviewed  
2/5/03  
PBB

4. Briefly describe the type of work performed, volume of material moved, and any new or additional surface disturbances that occurred during the past year.

No new surface disturbance

5. How much **additional acreage** was disturbed during the past year? None

6. How much acreage was **reclaimed** during the past year? See #7 Below

7. Briefly describe the reclamation work performed during the past year. This description should include methods employed, and an evaluation of the results.

See attached "Annual Report, LaSal-Snowball Mines, Permit M/370/026,

January 2003" for description of site maintenance work in 2002.

8. What is the **total disturbed acreage of entire project** at years end? Approx. 13 acre

9. Briefly summarize any mining and/or reclamation plans for the upcoming year.

Maintain current standby status. No mining or final reclamation activities

currently planned for the upcoming year.

**NOTE:** Section III., "Additional Information" applies only to **large mining operations**.

III. Additional Information - R647-4-121.2 and .3

1. **The operator shall include an updated map depicting surface disturbance and reclamation performed during the year, prepared in accordance with Rule R647-4-105.**
2. The operator shall keep and maintain timely records relating to his performance under the Act, and shall make these records available to the Division upon request.

IV. Signature Requirement

**I hereby certify that the foregoing is true and correct.**

Name (Typed or Print):

David C. Frydenlund

Title of Operator:

Vice President & General Counsel

Signature of Operator:

Date:

January 23, 2003

ATTACHMENT TO 2002 ANNUAL REPORT

LASAL – SNOWBALL MINES

PERMIT NO. M/370/026

JANUARY 2003

The LaSal, Beaver, and Snowball Mines were inspected by the Utah Division of Oil, Gas and Mining (the "Division") on May 1, 2002 and again on August 15, 2002. Reclamation bond reviews are forthcoming, and the Operator will be requesting extension of Suspended Operations status for the LaSal, Beaver, and Snowball Mines. Therefore, the Division staff inspected the sites to gain general familiarity with current site conditions.

The LaSal, Beaver, and Snowball mine sites were generally noted to be stable during the inspections, albeit there has been vandalism and deterioration of surface facilities. The Operator has committed to provide updated mine site maps in conjunction with the forthcoming review of reclamation bonding. The field surveying work has been completed, and draft maps are being prepared. The updated site maps will be submitted in the near future.

The LaSal mine yard has been degrading during this extended period of standby status. The most substantial impacts have been erosion in the mine yard and deterioration of the south-facing slope of the mine yard. Deep erosion gullies had formed in the south slope of the yard pad due to the fact that mine yard drainage controls had become plugged/ineffective, and site runoff was coursing through the southeast corner of the mine yard. Maintenance work was undertaken and the following tasks were completed:

- The perimeter berms around the mine yard and stockpile areas (empty) were pushed up to control run-on.
- A plugged drainage pipe was removed and a shallow ditch was dug to collect yard runoff and direct it toward the east side of the yard, where runoff is normally intended to exit the yard.
- Miscellaneous old equipment and materials were pulled back from the south side of the yard pad to allow equipment to work in this area and repair the pad slope and redirect drainage.
- The south-facing slope of the yard was completely regraded, including pushing up material that had washed off the pad; the top edge of the pad was bermed to prevent erosion.
- Empty barrels stored in the lube bay at the main shop were removed from the site.

Previously the Operator has dozed the Snowball portal closed to prevent access.

No other site maintenance or remediation work was conducted this past year.